HLS 10RS-1790 ORIGINAL

Regular Session, 2010

HOUSE BILL NO. 873

BY REPRESENTATIVE PATRICIA SMITH

WORKERS COMPENSATION: Provides relative to workers' compensation

1 AN ACT 2 To amend and reenact R.S. 23:1170(A), relative to workers' compensation coverage; to 3 require an increase in penalties for employers who fail to secure coverage; and to 4 provide for related matters. 5 Be it enacted by the Legislature of Louisiana: 6 Section 1. R.S. 23:1170(A) is hereby amended and reenacted to read as follows: 7 §1170. Penalty for failure to secure workers' compensation insurance; assessment 8 and collection 9 A. In addition to any other penalty prescribed by law, any employer who 10 fails to secure compensation required by R.S. 23:1168 shall be liable for a civil 11 penalty, to be assessed by the secretary of labor executive director or his designee, 12 of not more than two five hundred fifty dollars per employee for a first offense, and 13 liable for a civil penalty of not more than five hundred one thousand dollars per 14 employee for a second or subsequent offense. However, the maximum 15 civil penalty shall not exceed ten twenty thousand dollars for all related series of 16 violations. All civil penalties collected shall be deposited in the Office of Workers' 17 Compensation Administrative Fund established in R.S. 23:1291.1(E). 18

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DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Patricia Smith HB No. 873

Abstract: Provides for an increase in penalties for employers who fail to secure workers' comp. coverage for their employees.

<u>Present law</u> provides that any employer who fails to secure workers' comp. coverage as required by <u>present law</u> shall be liable for penalties.

<u>Present law</u> provides a first offense penalty for an employer is \$250, second offense \$500, and all related series offenses have a maximum civil penalty of \$20,000.

<u>Proposed law provides</u> for an increase in penalties for employers who fail to secure coverage for their employees; provides for an increase <u>from</u> \$250 <u>to</u> \$500 for a first offense, <u>from</u> \$500 <u>to</u> \$1,000 for a second offense and an increase in the maximum civil penalty <u>from</u> \$10,000 to \$20,000 for all related series violations.

(Amends R.S. 23:1170(A))